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CENTRAL INTELLIGENCE AGENCY

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3。	A Soviet lieutenant colonel arrived from Moscow to inspect the financial con-
	dition of Globus Verlag. He began by checking the administration of the
	Oesterreichische Zeitung and was dissatisfied with the results. The newpaper
	has attempted to boost circulation by distributing the paper free to selected
	Austrians for a month and continuing to distribute it unless the prospective
	customers announce their disinclination to receive it further. Since sales
	including the involuntary subscribers just mentioned, do not exceed 29,000
	copies, the Soviet inspector considers present production of 41,000 copies as
	wasteful. It is considered likely, as a result of his criticism, that some
	Soviet officials will be replaced and some Austrian employees dismissed for
	incompetence. After checking the <u>Oesterreichische Zeitung</u> , the officer will
	inspect the Volksstimme: he is said to have already criticised this newspaper
	for the excessive number of editorial staff members which it maintains.
	and the exceptive maintains.

4. The Central Committee has always regarded the Globus Verlag as one of its main sources of income, and has thereby undermined the financial position of Globus by repeated demands. For example, Globus must pay in cash for deliveries from USIA firms. Printing and other machinery to supply Communist presses in the Austrian provinces is bought in Germany by the Central Committee through experts appointed by Globus,

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Because of such unexpected heavy expenses, Globus has often been unable to meet pressing bills to cover its own operations. It is anti-50X1-HUM cipated that workers will be laid off and expenses cut in the coming months.

5. The following is a list of circulation figures, the principal newspapers printed by Globus Verlag:

for

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Volkastimme, for Vienna:

45,000 copies

<u>Volksstimme</u>, for Lower Austria:

22,000 copies

Oesterreichische Zeitung:

40,000 copies

Der Abend:

20,000 copies

Sa Cest Rodine:

19,000 copies

Die Woche:

101,400 copies

Freies Burgenland:

8,000 copies

6. Globus Verlag made a payment of 9,504.44 schillings in cash to the Communist printing house, News Zeit, in Linz-Urfahr. A similar payment of 3,275.74 schillings was made by Globus to the same firm

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